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FISCAL IMPACT REPORT

SPONSOR Asbill ORIGINAL DATE 2/13/06 LAST UPDATED _____ HB _____
SHORT TITLE Small School District Operational Expenses SB 103
ANALYST Aguilar

APPROPRIATION (dollars in thousands)

Appropriation		Recurring or Non-Rec	Fund Affected
FY06	FY07		
\$3,500.0		Recurring	General Fund

(Parenthesis () Indicate Expenditure Decreases)

Relates to Appropriation in the General Appropriation Act

SOURCES OF INFORMATION

LFC Files

Responses Received From
Public Education Department (PED)

SUMMARY

Synopsis of Bill

Senate Bill 103 appropriates \$3.5 million from the general fund to the public education department for the purpose of assisting school districts with membership less than two hundred students.

FISCAL IMPLICATIONS

The appropriation of \$3.5 million contained in this bill is a recurring expense to the general fund. Any unexpended or unencumbered balance remaining at the end of fiscal year 2007 shall revert to the general fund.

SIGNIFICANT ISSUES

Small school districts with student populations less than or equal to 200 are not able to generate sufficient revenue to meet operational obligations or mandated salaries. These funds would be used to cover those amounts as needed.

Funds for this need are included in the fiscal year 2007 general appropriations act.

PA/mt